

# State of Utah DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple, Suite 1210
PO Box 145801
Michael O. Leavitt

Robert L. Morgan

Executive Director Lowell P. Braxton

Division Director

PO Box 145801 Salt Lake City, Utah 84114-5801 (801) 538-5340 telephone (801) 359-3940 fax

(801) 538-7223 TTY

www.nr.utah.gov

July 9, 2003

CERTIFIED RETURN RECEIPT 7099 3400 0016 8895 6061

Darin Olson ECDC Environmental, L.C. 1111 W. Highway 123 P.O. Box 69 East Carbon, Utah 84520

Re:

Cancellation of Reclamation Surety, ECDC Environmental, L.C. Mining Company, ECDC Clay Mine, M/015/062, Emery County, Utah

Dear Mr. Olson:

On July 8, 2003, we received written notification from National Fire Insurance Company of Hartford, that they will not renew the Mined Land Reclamation Bond # posted as reclamation surety for ECDC Environmental, L.C.'s ECDC Clay Mine, located in Emery County, Utah. The surety will be cancelled 90-days from our receipt of the cancellation notice (effective October 6, 2003).

The Utah Mined Land Reclamation Act requires that an adequate surety be maintained for all large mining operations until the mine site is successfully reclaimed, therein allowing bond release. You are hereby advised that we must receive a replacement form of surety within 60 days, or prior to September 8, 2003, or we will be forced to start surety forfeiture proceedings.

Please contact me at (801) 538-5286, or Joelle Burns at (801) 538-5291 to discuss this situation further and to inform us of your intentions. Thank you for your consideration and prompt attention to this important permitting requirement.

Sincerely

D. Wayne Hedberg

Permit Supervisor

Minerals Regulatory Program

Jb

Enclosure - CNA cancellation notice

cc: Steve Alder, AAG's Office

Mary Ann Wright, DOGM

Barbara A. Foy, CNA Surety Companies

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M/015/062

## CNA SURETY COMPANIES

3500 Lacey Road, Suite 1050, Downers Grove, IL 60515

**CERTIFIED MAIL** 

## **NOTICE OF CANCELLATION**

### **OBLIGEE:**

State of Utah
Dept. of Natural Resources
Divn. Of Oil, Gas & Mining
1594 W. North Temple, Suite 1210
Box 145801
Salt Lake City, UT 84114-5801

#### **PRINCIPAL**

ECDC Environmental, L.C. 1111 W. Highway 123 East Carbon, UT 84520

June 30, 2003

Bond No. 1

Take notice that the Company does hereby cancel the above designated Mined Land Reclamation Bond in its entirety as to all interests insured in accordance with the terms and conditions of the bond.

Said cancellation to be effective Ninety (90) days from receipt of this notice, unless the Company has received written notice from you to terminate the bond prior thereto, at which time said bond shall cease and terminate.

NATIONAL FIRE INSURANCE COMPANY OF HARTFORD

Barbara A. Foy, Attorney in-fac

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DIV. OF OIL, GAS & MINING